

Agency Legislative Budget

The following table summarizes the total legislative budget for the agency by year, type of expenditure, and source of funding. Also included in the table is House Bill 447 pay plan allocation.

Agency Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	1,095.05	10.70	59.64	1,165.39	14.70	59.64	1,169.39	1,169.39
Personal Services	46,769,287	2,739,947	3,864,458	53,373,692	2,893,278	6,212,540	55,875,105	109,248,797
Operating Expenses	53,475,361	6,939,418	1,640,692	62,055,471	6,565,933	4,349,235	64,390,529	126,446,000
Equipment	186,727	0	0	186,727	0	0	186,727	373,454
Capital Outlay	0	0	0	0	0	0	0	0
Benefits & Claims	6,072,076	0	1,770,304	7,842,380	0	1,770,304	7,842,380	15,684,760
Debt Service	292,045	0	0	292,045	(108,354)	0	183,691	475,736
Total Costs	\$106,795,496	\$9,679,365	\$7,275,454	\$123,750,315	\$9,350,857	\$12,332,079	\$128,478,432	\$252,228,747
General Fund	104,019,287	9,085,456	6,874,986	119,979,729	8,766,142	11,928,640	124,714,069	244,693,798
State/Other Special	2,084,959	242,510	395,648	2,723,117	239,459	390,850	2,715,268	5,438,385
Federal Special	228,677	326,175	0	554,852	326,175	0	554,852	1,109,704
Proprietary	462,573	25,224	4,820	492,617	19,081	12,589	494,243	986,860
Total Funds	\$106,795,496	\$9,679,365	\$7,275,454	\$123,750,315	\$9,350,857	\$12,332,079	\$128,478,432	\$252,228,747

Agency Description

The Department of Corrections (DOC), authorized in section 2-15-2301, MCA, is directed in section 53-1-201, MCA, to "utilize at maximum efficiency the resources of state government in a coordinated effort to: 1) develop and maintain comprehensive services and programs in the field of adult and youth corrections; and 2) provide for the care, protection, and mental and physical development of youth alleged to be youth in need of supervision, or delinquent youth who are referred or committed to the department." The department's five programs are:

1. Administration and Support Services:
 - a. Director's Office: Provides training, internal audit, victims information, policy, and investigation
 - b. Centralized Services Division: This office provides accounting, budgeting, legal services, human resources, automation technology, and statistics
 - c. Board of Pardons: This office is administratively attached to the Department of Corrections
2. Community Corrections:
 - a. Community Corrections Administration
 - b. Treasure State Correctional Training (Adult boot camp) at the Montana State Prison (MSP)
 - c. Pre-release programs (Adult)
 - d. Probation and parole
 - e. DUI Unit (WATCH Alcohol treatment facility at Warm Springs)
3. Secure Custody:
 - a. Montana State Prison in Deer Lodge
 - b. Montana Women's Prison in Billings
 - c. Contract bed facilities in Shelby, Great Falls, Missoula, and Glendive (regional prisons)
4. Montana Correctional Enterprises:
 - a. Ranch
 - b. Dairy
 - c. License plate factory
 - d. Vocational education
 - e. Prison industries programs
5. Juvenile Corrections Division:
 - a. Juvenile Corrections Administration
 - b. Juvenile Corrections Bureau: juvenile parole officers and detention licensing
 - c. Riverside Youth Correctional Facility in Boulder (juvenile female offenders)

- d. Transition Center in Great Falls
- e. Pine Hills Youth Correctional Facility in Miles City (juvenile male offenders)
- f. Juvenile Placement Funds

Agency Highlights

Department of Corrections Major Budget Highlights
<ul style="list-style-type: none"> ◆ The legislature provided an increase in total funding of \$38.6 million over the doubled base budget primarily to address the department's projected increase in adult populations of approximately 4.5 percent in each fiscal year of the biennium <ul style="list-style-type: none"> • Funding for contract beds was increased by \$6.0 million for beds at existing secure facilities under existing contracts but there were no funds approved to expand contract facilities • The legislature preferred that the department move a greater percentage of inmates into pre release facilities and approved \$9.0 million to fund this effort • The legislature approved funding for a new revocation center at the Montana State Prison of \$5.5 million and 56.64 FTE to staff this function • The legislature approved funding for 19.00 FTE for additional probation and parole officers of \$1.4 million • Funding of \$1.5 million was provided for increases in the per diem paid to county-managed regional prisons, prerelease centers, the operator of the private prison in Shelby, and the Warm Springs Addictions Treatment and Change Program (WATCH) program of to cover past funding deficits • The legislature approved funding for the January 1, 2006 license plate re-issue in the amount of \$4.4 million

Summary of Legislative Action

The legislature approved \$17.0 million and 59.64 FTE in FY 2006 and \$21.7 million and 59.64 FTE in FY 2007 over the 2004 base budget.

Projections prepared by the Department of Corrections show adult secure care populations growing beyond the safe capacity of the current secure care facilities. The executive had proposed addressing this projected increase through an expansion of the private prison in Shelby. The legislature was not in favor of expanding this facility, which is owned and operated by the Corrections Corporation of America. Instead the legislature took the following action:

- The department will use all available beds at the Shelby facility as allowed under the current contract. This includes 88 beds that are currently occupied by offenders under the jurisdiction of the U.S. Marshall. Prior to the end of the 2005 legislative session the department provided the U.S. Marshall notice to remove their offenders from this facility. The department will use all available beds at the county-managed regional prisons that are allowed under current contracts. The department may seek out contract beds that would serve "special needs" offenders. These offenders include the elderly, offenders with advanced health or medical conditions, sex offenders, and drug addicts. A general fund appropriation of \$1.5 million in FY 2006 and \$4.5 million in FY 2007 was approved for additional contract beds for existing and new facilities as noted above.
- The legislature approved a plan submitted by the department to renovate the old offender intake and reception center located at the Montana State Prison into a new revocation center that will hold 85 offenders. The legislature

approved 56.64 FTE and general fund of \$2.8 million in FY 2006 and 56.64 FTE and general fund of \$2.7 million in FY 2007 to support this effort.

- The legislature approved \$1.3 million in general fund in each fiscal year of the biennium for additional beds in pre release facilities as per the request of the Governor. However, the legislature also approved an additional \$1.9 million in FY 2006 and \$4.5 million in FY 2007 that is over and above the Governor's request to provide even more beds of this nature.
- The legislature approved an appropriation of \$0.6 million and 15.00 FTE in FY 2006 and \$0.8 million and 19.00 FTE in FY for additional probation and parole staff.

In addition to these actions to address increases in the average daily adult population, the legislature took the following actions on the department budget:

- Approved \$1.5 million for the 2007 biennium for increased per diem for the WATCH program, the county-managed regional prisons, the pre release centers, and the private prison in Shelby. This increase was approximately 2 percent in FY 2006 and 4 percent in FY 2007 over the FY 2004 per diem rates for all entities other than the private prison. The private prison's increase was 2 percent for FY 2006 and zero for FY 2007 over the FY 2004 per diem rate.
- Approved an appropriation for overtime and holiday payout for \$0.8 million in general fund in each fiscal year of the biennium. This appropriation may be approximately \$0.9 million short for the 2007 biennium as per a Legislative Fiscal Division issue in the budget analysis.
- Approved a general fund appropriation of \$3.9 million in FY 2006 and \$0.5 million in FY 2007 to produce new license plates for the January 1, 2006 reissue.
- Approved appropriation of \$5.3 million for HB 447 pay plan increases.

The figure below provides a historical pattern of the adult population growth from FY 1997 through FY 2004 and a forecast for FY 2005 and the 2007 biennium.

Figure 1											
Department of Corrections											
Adult Average Daily Population Growth											
	Actual FY 1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Montana State Prison	1,289	1,261	1,288	1,261	1,268	1,319	1,307	1,325	1,429	1,525	1,525
MSP Expansion Unit	52	54	0	0	0	0	0	0	0	0	0
County Jails & Regional Prisons	142	204	310	441	455	519	474	548	538	473	616
Private Prison	224	350	341	307	384	394	348	391	420	472	472
Boot Camp	28	20	30	34	42	44	50	54	55	57	57
Pre-Release	258	294	357	413	423	467	494	500	540	633	679
WATCH Program (DUI)	0	0	0	0	0	27	119	116	116	116	116
Sub-total Males	1,993	2,183	2,326	2,456	2,572	2,770	2,793	2,934	3,098	3,276	3,465
% Growth	11.28%	9.53%	6.55%	5.59%	4.72%	7.70%	0.83%	5.05%	5.58%	5.76%	5.76%
Montana Women's Prison	69	71	69	70	71	74	130	177	205	217	201
Boot Camp	0	0	1	3	4	0	0	0	0	0	0
Intensive Challenge Program	0	0	0	0	0	7	6	7	12	0	35
County Jails & Regional Prisons	5	20	16	12	16	22	11	10	26	56	35
Private Prison	0	4	40	50	61	74	7	0	0	0	0
Pre-Release	54	86	87	95	111	115	119	132	132	157	256
WATCH Program (DUI)	0	0	0	0	0	2	17	25	24	24	24
Sub-total Females	128	181	213	230	263	295	290	351	399	454	516
% Growth	18.52%	41.41%	17.68%	7.98%	14.35%	11.98%	-1.52%	20.93%	13.76%	13.76%	13.76%
Intensive Supervision Program	156	156	184	194	226	252	277	255	260	280	280
% Growth	28.93%	0.00%	17.95%	5.43%	16.49%	11.50%	9.88%	-7.97%	2.04%	7.69%	0.00%
Probation & Parole	5,176	5,431	5,787	5,963	6,047	6,104	6,552	6,813	7,052	7,279	7,534
% Growth	3.67%	4.93%	6.55%	3.04%	1.41%	0.94%	7.33%	3.99%	3.50%	3.23%	3.50%
Total Adult ADP	7,453	7,951	8,510	8,843	9,108	9,421	9,912	10,353	10,808	11,289	11,795
% Growth	6.27%	6.68%	7.03%	3.91%	3.00%	3.43%	5.21%	4.45%	4.39%	4.45%	4.48%

Supplemental Appropriation

The legislature approved a \$4.4 million general fund supplemental appropriation for the Department of Corrections in FY 2005. This supplemental appropriation was made for several reasons. First, the original budget for the adult daily population growth (ADP) was 10,368 while the revised forecast presented to the legislature by the Department of Corrections expected the ADP to be 10,803 or 435 ADP over the original budget. The costs related to this variance are \$2.3 million. The department's reforecast also expected that their inability to create vacancy savings in secure facilities would add \$2.3 million to the variance. Other variances totaled \$1.7 million and include: \$0.4 million for outside medical cost overruns, \$0.3 million for increased utility costs, \$0.5 million for costs related to the new Eastmont Campus, and \$0.5 million for costs related to overtime. These variances were in part offset by \$0.9 million in funding from the Governor's personal services contingency fund and \$1.0 million from Federal Job and Growth Tax Relief Reconciliation funds.

Funding

The following table summarizes funding for the agency, by program and source, as adopted by the legislature. Funding for each program is discussed in detail in the individual program narratives that follow.

Total Agency Funding 2007 Biennium Legislative Budget						
Agency Program	General Fund	State Spec.	Fed Spec.	Proprietary	Grand Total	Total %
01 Admin And Support Services	\$ 20,415,777	\$ 486,037	\$ -	\$ 106,399	\$ 21,008,213	8.3%
02 Community Corrections	63,233,972	1,060,004	-	-	64,293,976	25.5%
03 Secure Custody Facilities	116,962,355	2,478,702	187,168	-	119,628,225	47.4%
04 Mont Correctional Enterprises	7,593,091	-	-	880,461	8,473,552	3.4%
05 Juvenile Corrections	36,488,603	1,413,642	922,536	-	38,824,781	15.4%
Grand Total	\$ 244,693,798	\$ 5,438,385	\$ 1,109,704	\$ 986,860	\$ 252,228,747	100.0%

Other Legislation

House Bill 288 – This bill transfers the function that collects offender supervision fees from the county clerks of court to the Department of Corrections. Offender supervision fees are a monthly fee paid by an offender for being supervised by the Department of Corrections.

Senate Bill 146 – This bill establishes the statewide public defender system and transfers certain functions and related funding from the Department of Corrections to the Office of the Public Defender.

Senate Bill 426 – This bill revises laws pertaining to the confidentiality and information sharing of youth court records to protect youth and requires that the appropriate control methods be used by the youth court and the by the Department of Corrections to ensure adequate integrity, security, and confidentiality of any electronic records.

Executive Budget Comparison

The following table compares the legislative budget for the 2007 biennium to the budget requested by the Governor, by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Base Budget Fiscal 2004	Executive Budget Fiscal 2006	Legislative Budget Fiscal 2006	Leg – Exec. Difference Fiscal 2006	Executive Budget Fiscal 2007	Legislative Budget Fiscal 2007	Leg – Exec. Difference Fiscal 2007	Biennium Difference Fiscal 06-07
FTE	1,095.05	1,105.75	1,165.39	59.64	1,109.75	1,169.39	59.64	
Personal Services	46,769,287	49,509,234	53,373,692	3,864,458	49,662,565	55,875,105	6,212,540	10,076,998
Operating Expenses	53,475,361	64,613,953	62,055,471	(2,558,482)	64,736,017	64,390,529	(345,488)	(2,903,970)
Equipment	186,727	186,727	186,727	0	186,727	186,727	0	0
Capital Outlay	0	0	0	0	0	0	0	0
Benefits & Claims	6,072,076	6,072,076	7,842,380	1,770,304	6,072,076	7,842,380	1,770,304	3,540,608
Debt Service	292,045	292,045	292,045	0	183,691	183,691	0	0
Total Costs	\$106,795,496	\$120,674,035	\$123,750,315	\$3,076,280	\$120,841,076	\$128,478,432	\$7,637,356	\$10,713,636
General Fund	104,019,287	117,303,917	119,979,729	2,675,812	117,480,152	124,714,069	7,233,917	9,909,729
State/Other Special	2,084,959	2,327,469	2,723,117	395,648	2,324,418	2,715,268	390,850	786,498
Federal Special	228,677	554,852	554,852	0	554,852	554,852	0	0
Proprietary	462,573	487,797	492,617	4,820	481,654	494,243	12,589	17,409
Total Funds	\$106,795,496	\$120,674,035	\$123,750,315	\$3,076,280	\$120,841,076	\$128,478,432	\$7,637,356	\$10,713,636

The legislative budget has 59.64 more FTE in each fiscal year than the executive budget. The legislative budget is \$3.1 million greater in FY 2006 and \$7.6 million more in general fund in FY 2007 than the executive budget. This difference is due to the following:

- General fund authority was not approved for \$1.4 million in FY 2006 and \$0.2 million in FY 2007 for a new offender tracking system
- 3.00 FTE and \$0.2 million was added to process the collection of inmate supervisory fees
- A transfer of \$50,141 of prisoner evaluation costs from the Administration and Support Services program to the Statewide Public Defender System was approved for FY 2007.
- General fund of \$20,000 was approved to implement a program to secure the electronic records of youth
- A request from Montana's pre-release centers to increase per diem payments was approved for general fund of \$0.2 million in FY 2006 and \$0.5 million in FY 2007
- A request from the DUI program in Warm Springs to increase per diem payments was approved for general fund of \$0.1 million in each fiscal year of the biennium
- A request from the county-managed regional prisons to increase per diem payments was approved for general fund of \$0.1 million in FY 2006 and \$0.3 million in FY 2007
- A request from Corrections Corporation of America to increase per diem payments was approved for general fund of \$0.2 million in FY 2006
- The legislature decreased the executive budget for contract beds by \$2.7 million in FY 2006 and by \$4.5 million in FY 2007.
- State special revenue was approved for \$0.3 million in each fiscal year for authority to expend contributions by parents of adjudicated youths towards the cost of care
- A transfer of \$1.5 million in each fiscal year from the Secure Custody Facilities program to the Juvenile Delinquency Intervention program was approved
- The legislature added general fund of \$11.9 million to fund additional pre-release beds and an expansion at the Montana State Prison as follows:
 - Increased pre-release beds by 158 at a general fund cost of \$1.9 million in FY 2006 and by 287 beds with a general fund cost of \$4.5 million in FY 2007
 - Approved an expansion at the Montana State Prison in Deer Lodge, which will provide a revocation center that will house 85 offenders. The old intake and reception center will be converted to this revocation center. The legislature approved 56.64 FTE and general fund of \$2.8 million in FY 2006 and 56.64 FTE and general fund of \$2.7 million in FY 2007 to support this effort.

Program Legislative Budget

The following table summarizes the total legislative budget for the program by year, type of expenditure, and source of funding. Also included in the table is House Bill 447 pay plan allocation.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	94.50	0.00	3.00	97.50	0.00	3.00	97.50	97.50
Personal Services	3,754,812	828,384	224,408	4,807,604	825,857	439,399	5,020,068	9,827,672
Operating Expenses	5,987,744	(370,317)	53,902	5,671,329	(450,516)	(28,016)	5,509,212	11,180,541
Equipment	0	0	0	0	0	0	0	0
Debt Service	0	0	0	0	0	0	0	0
Total Costs	\$9,742,556	\$458,067	\$278,310	\$10,478,933	\$375,341	\$411,383	\$10,529,280	\$21,008,213
General Fund	9,542,890	479,855	152,966	10,175,711	406,339	290,837	10,240,066	20,415,777
State/Other Special	105,261	16,338	125,344	246,943	13,287	120,546	239,094	486,037
Federal Special	0	0	0	0	0	0	0	0
Proprietary	94,405	(38,126)	0	56,279	(44,285)	0	50,120	106,399
Total Funds	\$9,742,556	\$458,067	\$278,310	\$10,478,933	\$375,341	\$411,383	\$10,529,280	\$21,008,213

Program Description

The Administration and Support Services Program includes the Director's Office, Centralized Services Division and the administratively attached Board of Pardons. This program provides to the department, government entities, and the public various administrative and management support, human resource, budget, accounting, information technology, legal information, technical correctional services, policy and staff development, and research and statistics.

Program Highlights

Department of Corrections Administration and Support Services Program Major Budget Highlights
<ul style="list-style-type: none"> General fund increases by \$1.3 million over the base budget primarily due to statewide present law adjustments and HB 447 pay plan increases State special revenue increases by \$0.3 million primarily due to the transfer of the collection function for inmate supervisory fees from county clerks of court

Funding

The following table shows program funding, by source, for the base year and for the 2007 biennium as adopted by the legislature.

		Program Funding Table Admin And Support Service					
Program Funding		Base FY 2004	% of Base FY 2004	Budget FY 2006	% of Budget FY 2006	Budget FY 2007	% of Budget FY 2007
01000	Total General Fund	\$ 9,542,890	98.0%	\$ 10,175,711	97.1%	\$ 10,240,066	97.3%
	01100 General Fund	9,542,890	98.0%	10,175,711	97.1%	10,240,066	97.3%
02000	Total State Special Funds	105,261	1.1%	246,943	2.4%	239,094	2.3%
	02689 Offender Restitution	98,659	1.0%	243,892	2.3%	239,094	2.3%
	02917 Msp Canteen Revolving Acct	1,322	0.0%	937	0.0%	-	-
	02927 Phs Donations/I & I	5,280	0.1%	2,114	0.0%	-	-
06000	Total Proprietary Funds	94,405	1.0%	56,279	0.5%	50,120	0.5%
	06033 Prison Ranch	64,945	0.7%	38,238	0.4%	35,689	0.3%
	06034 Msp Institutional Industries	20,583	0.2%	12,486	0.1%	10,621	0.1%
	06545 Prison Indust. Training Prog	8,877	0.1%	5,555	0.1%	3,810	0.0%
Grand Total		<u>\$ 9,742,556</u>	<u>100.0%</u>	<u>\$ 10,478,933</u>	<u>100.0%</u>	<u>\$ 10,529,280</u>	<u>100.0%</u>

This program is funded primarily with general fund and has a minor amount of state special revenue and proprietary funds. State special revenue funds are from the inmate welfare fund, restitution, Montana State Prison canteen, funds provided by parental contributions, and the Pine Hills Youth Correctional Facility canteen. Proprietary funds are from correctional enterprises such as the ranch and dairy.

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments									
-----Fiscal 2006-----					-----Fiscal 2007-----				
FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services				991,275					988,645
Vacancy Savings				(189,841)					(189,738)
Inflation/Deflation				(18,519)					(18,325)
Fixed Costs				(371,687)					(452,080)
Total Statewide Present Law Adjustments				\$411,228					\$328,502
DP 14 - Restitution Program Increase									
0.00	0	19,889	0	19,889	0.00	0	19,889	0	19,889
DP 18 - Board Of Pardons Member Per Diem									
0.00	26,950	0	0	26,950	0.00	26,950	0	0	26,950
Total Other Present Law Adjustments									
0.00	\$26,950	\$19,889	\$0	\$46,839	0.00	\$26,950	\$19,889	\$0	\$46,839
Grand Total All Present Law Adjustments				\$458,067					\$375,341

DP 14 - Restitution Program Increase - The legislature approved state special revenue of \$19,889 in FY 2006 and \$19,889 in FY 2007. This is for processing restitution payments. The restitution unit collects restitution from offenders and makes payments to victims of crime. This request relates to an increase in collections, which increases workload and operating costs. The annual increase of \$19,899 is comprised of \$11,090 in personal services costs and \$8,799 in operation costs. Operating costs include: postage, long distance phone calls, check printing, envelopes, and office equipment. The state began managing this program in October of 2003. Prior to that date the counties managed the program.

DP 18 - Board Of Pardons Member Per Diem - The legislature approved general fund of \$26,950 in FY 2006 and FY 2007 to fund the Board of Pardons' member per diem. Members receive \$50 per day for every day that the member is engaged in the performance of board duties. Board member compensation is outlined in 2-25-124 (7), MCA. This expenditure is a zero-based activity. The board conducts monthly hearings throughout the state at each of the prisons and pre-release centers. In addition to parole hearings, the board conducts numerous revocation, rescission, and administrative reviews. The activities of the board are expected to be accomplished in 77 days per fiscal year (77 days x \$50 per day x 7 board members = \$26,950).

New Proposals

New Proposals										
Program	FTE	Fiscal 2006				FTE	Fiscal 2007			
		General Fund	State Special	Federal Special	Total Funds		General Fund	State Special	Federal Special	Total Funds
DP 317 - Transfer Contract Costs to Public Defender										
01	0.00	0	0	0	0	0.00	(50,141)	0	0	(50,141)
DP 318 - Collection of Inmate Supervisory Fees										
01	3.00	0	122,339	0	122,339	3.00	0	112,635	0	112,635
DP 319 - Security - Youth Records										
01	0.00	20,000	0	0	20,000	0.00	0	0	0	0
DP 6010 - 2007 Biennium Pay Plan - HB 477										
01	0.00	132,966	3,005	0	135,971	0.00	340,978	7,911	0	348,889
Total	3.00	\$152,966	\$125,344	\$0	\$278,310*	3.00	\$290,837	\$120,546	\$0	\$411,383*

DP 317 - Transfer Contract Costs to Public Defender - The legislature approved the transfer of certain functions and related funding from the Department of Corrections to the Statewide Public Defender Office as per the provisions of SB 146.

DP 318 - Collection of Inmate Supervisory Fees - The legislature approved state special revenue of \$122,339 in FY 2006 and \$112,635 in FY 2007 to support collection of collection of supervisory fees received by the Department of Corrections from offenders. This decision package would transfer this collection function from the county Clerks of Court to the Department of Corrections.

DP 319 - Security - Youth Records - The legislature approved general fund of \$20,000 in FY 2006 to fund the adoption of measures to protect the security of electronic youth records.

DP 6010 - 2007 Biennium Pay Plan - HB 477 - The legislature passed a pay plan in HB 447 that provides an additional 3.5 percent (or \$1,005, whichever is greater) in FY 2006 and an additional 4.0 percent (or \$1,188, whichever is greater) in FY 2007, as well as \$46 per month in insurance contributions in calendar 2006 and an additional \$51 per month in calendar 2007. These amounts represent the program's allocation of costs to fund this pay plan.

Language

The legislature approved the following language for inclusion in HB2:

The Governor has indicated his intent to line-item veto the language illustrated in *italic*; however, his authority to do so is questioned and may be challenged through legal action.

“The department shall report annually to the legislative finance committee by September 15 on the amounts collected by the restitution unit, the amounts disbursed to victims of crime by that unit, and the cost to administer the program.”

Program Legislative Budget

The following table summarizes the total legislative budget for the program by year, type of expenditure, and source of funding. Also included in the table is House Bill 447 pay plan allocation.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	205.00	15.00	0.00	220.00	19.00	0.00	224.00	224.00
Personal Services	9,291,137	526,295	291,774	10,109,206	670,440	752,477	10,714,054	20,823,260
Operating Expenses	16,460,300	1,647,873	2,150,232	20,258,405	1,649,627	5,102,384	23,212,311	43,470,716
Equipment	0	0	0	0	0	0	0	0
Total Costs	\$25,751,437	\$2,174,168	\$2,442,006	\$30,367,611	\$2,320,067	\$5,854,861	\$33,926,365	\$64,293,976
General Fund	25,447,607	1,947,996	2,442,006	29,837,609	2,093,895	5,854,861	33,396,363	63,233,972
State/Other Special	303,830	226,172	0	530,002	226,172	0	530,002	1,060,004
Federal Special	0	0	0	0	0	0	0	0
Total Funds	\$25,751,437	\$2,174,168	\$2,442,006	\$30,367,611	\$2,320,067	\$5,854,861	\$33,926,365	\$64,293,976

Program Description

The Community Corrections Program includes adult probation and parole, male and female community corrections programs, boot camp training unit and a DUI treatment facility. The department contracts with non-profit corporations in Great Falls, Butte, Missoula, Billings, and Helena for pre-release services.

Program Highlights

Department of Corrections Community Corrections Major Budget Highlights	
<ul style="list-style-type: none"> The legislature provided funding of \$1.4 million and 19.00 FTE for additional probation and parole officers The legislature added additional pre-release beds and provided funding of \$9.0 million The legislature provided the WATCH program and prerelease centers with increased pre diem of \$0.9 million 	

Funding

The following table shows program funding, by source, for the base year and for the 2007 biennium as adopted by the legislature.

Program Funding Table Community Corrections							
Program Funding		Base FY 2004	% of Base FY 2004	Budget FY 2006	% of Budget FY 2006	Budget FY 2007	% of Budget FY 2007
01000	Total General Fund	\$ 25,447,607	98.8%	\$ 29,837,609	98.3%	\$ 33,396,363	98.4%
	01100 General Fund	25,447,607	98.8%	29,837,609	98.3%	33,396,363	98.4%
02000	Total State Special Funds	303,830	1.2%	530,002	1.7%	530,002	1.6%
	02261 P & P Supervisory Fee	303,830	1.2%	530,002	1.7%	530,002	1.6%
Grand Total		<u>\$ 25,751,437</u>	<u>100.0%</u>	<u>\$ 30,367,611</u>	<u>100.0%</u>	<u>\$ 33,926,365</u>	<u>100.0%</u>

This program is funded primarily with general fund and has a minor amount of state special revenue funds. State special revenue funds are from supervision fees charged to each offender. Each supervised offender pays \$10 per month, which is used to fund probation and parole training and supplies.

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments										
Fiscal 2006						Fiscal 2007				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					374,793					377,437
Vacancy Savings					(386,629)					(386,751)
Inflation/Deflation					(45,993)					(44,599)
Fixed Costs					(1,020)					(1,020)
Total Statewide Present Law Adjustments					(\$58,849)					(\$54,933)
DP 1 - Additional Probation & Parole Staff	15.00	640,247	0	0	640,247	19.00	782,230	0	0	782,230
DP 2 - Maintain Community Corrections Programs	0.00	1,335,622	0	0	1,335,622	0.00	1,335,622	0	0	1,335,622
DP 5 - Community Corrections Overtime	0.00	30,976	0	0	30,976	0.00	30,976	0	0	30,976
DP 13 - Supervision Fee Spending Authority	0.00	0	226,172	0	226,172	0.00	0	226,172	0	226,172
Total Other Present Law Adjustments	15.00	\$2,006,845	\$226,172	\$0	\$2,233,017	19.00	\$2,148,828	\$226,172	\$0	\$2,375,000
Grand Total All Present Law Adjustments					\$2,174,168					\$2,320,067

Descriptions of these present law adjustments are included in the subprogram sections that follow.

New Proposals

New Proposals										
Fiscal 2006						Fiscal 2007				
Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 21 - Increase Amount Paid to Pre-release Centers										
02	0.00	241,031	0	0	241,031	0.00	482,062	0	0	482,062
DP 311 - WATCH per-diem increase										
02	0.00	52,582	0	0	52,582	0.00	105,164	0	0	105,164
DP 313 - Additional Beds Above the Executive Request										
02	0.00	1,856,619	0	0	1,856,619	0.00	4,515,158	0	0	4,515,158
DP 6010 - 2007 Biennium Pay Plan - HB 477										
02	0.00	291,774	0	0	291,774	0.00	752,477	0	0	752,477
Total	0.00	\$2,442,006	\$0	\$0	\$2,442,006*	0.00	\$5,854,861	\$0	\$0	\$5,854,861*

Descriptions of the above new proposals are included in the subprogram budget presentations.

Language

The legislature approved the following language for inclusion in HB2:

The Governor has indicated his intent to line-item veto the language illustrated in *italic*. However, his authority to do so is questioned and may be challenged through legal action.

“The department shall report to the legislative finance committee, the law and justice interim committee, the governor, and the corrections advisory council by December 31, 2006, the results of any performance audit done on any prerelease center, regional prison, or private prison.”

Sub-Program Details

COMMUNITY CORRECTION ADMIN 01

Community Corrections Administration includes supervisory staff.

Sub-Program Legislative Budget

The following table summarizes the legislative budget proposal for this subprogram by year, type of expenditure, and source of funding.

Sub-Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	12.50	0.00	0.00	12.50	0.00	0.00	12.50	12.50
Personal Services	631,691	(3,057)	291,774	920,408	(1,976)	752,477	1,382,192	2,302,600
Operating Expenses	65,962	(706)	0	65,256	(682)	0	65,280	130,536
Total Costs	\$697,653	(\$3,763)	\$291,774	\$985,664	(\$2,658)	\$752,477	\$1,447,472	\$2,433,136
General Fund	697,653	(3,763)	291,774	985,664	(2,658)	752,477	1,447,472	2,433,136
Total Funds	\$697,653	(\$3,763)	\$291,774	\$985,664	(\$2,658)	\$752,477	\$1,447,472	\$2,433,136

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments									
	Fiscal 2006					Fiscal 2007			
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Total Funds
Personal Services					23,135				24,262
Vacancy Savings					(26,192)				(26,238)
Inflation/Deflation					(631)				(607)
Fixed Costs					(75)				(75)
Total Statewide Present Law Adjustments					(\$3,763)				(\$2,658)
Grand Total All Present Law Adjustments					(\$3,763)				(\$2,658)

New Proposals

New Proposals									
	Fiscal 2006					Fiscal 2007			
Sub Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Total Funds
DP 6010 - 2007 Biennium Pay Plan - HB 477									
01	0.00	291,774	0	0	291,774	0.00	752,477	0	752,477
Total	0.00	\$291,774	\$0	\$0	\$291,774*	0.00	\$752,477	\$0	\$752,477 *

DP 6010 - 2007 Biennium Pay Plan - HB 477 - The legislature passed a pay plan in HB 447 that provides an additional 3.5 percent (or \$1,005, whichever is greater) in FY 2006 and an additional 4.0 percent (or \$1,188, whichever is greater) in FY 2007, as well as \$46 per month in insurance contributions in calendar 2006 and an additional \$51 per month in calendar 2007. These amounts represent the program's allocation of costs to fund this pay plan.

Sub-Program Details

TREASURE STATE CORRECTIONAL TRAINING 02

The Treasure State Correctional Training Center (TSCTC) is referred to as the adult boot camp. This operation is located on the grounds of the Montana State Prison in Deer Lodge. The facility has a rated capacity of 60 beds. It is expected to average about 56 adult male inmates during the 2007 biennium. The boot camp program is a voluntary program whereby the graduates may receive a reduction in their original sentence.

Sub-Program Legislative Budget

The following table summarizes the legislative budget proposal for this subprogram by year, type of expenditure, and source of funding.

Sub-Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	26.50	0.00	0.00	26.50	0.00	0.00	26.50	26.50
Personal Services	1,130,214	14,338	0	1,144,552	12,313	0	1,142,527	2,287,079
Operating Expenses	352,625	(1,412)	0	351,213	(1,241)	0	351,384	702,597
Total Costs	\$1,482,839	\$12,926	\$0	\$1,495,765	\$11,072	\$0	\$1,493,911	\$2,989,676
General Fund	1,482,839	12,926	0	1,495,765	11,072	0	1,493,911	2,989,676
Total Funds	\$1,482,839	\$12,926	\$0	\$1,495,765	\$11,072	\$0	\$1,493,911	\$2,989,676

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments									
-----Fiscal 2006-----					-----Fiscal 2007-----				
FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services				29,762					27,652
Vacancy Savings				(46,400)					(46,315)
Inflation/Deflation				(1,342)					(1,171)
Fixed Costs				(70)					(70)
Total Statewide Present Law Adjustments				(\$18,050)					(\$19,904)
DP 5 - Community Corrections Overtime	0.00	30,976	0	0	30,976	0.00	30,976	0	0
Total Other Present Law Adjustments	0.00	\$30,976	\$0	\$0	\$30,976	0.00	\$30,976	\$0	\$30,976
Grand Total All Present Law Adjustments				\$12,926					\$11,072

DP 5 - Community Corrections Overtime - The legislature approved funding for overtime of \$30,976 in FY 2006 and FY 2007. Overtime is a zero-base budget item.

Sub-Program Details**PRE-RELEASE 03**

The department currently contracts with private non-profit prerelease centers located in Butte, Billings, Great Falls, Missoula, and Helena. Prerelease centers provide supervised education, treatment, and work opportunities for offenders. Offenders are required to reside in these centers during their placements. Prerelease operations and their contract capacities are as follows:

- Traditional prerelease beds for adult males in contract facilities: 489
- Traditional prerelease beds for adult women in contract facilities: 110
- Transitional living slots for men and women (inmates do not stay in a contract facility): 65
- Boot camp aftercare beds in Great Falls: 30
- Connections Corrections Program in Butte for chemical dependency inmates: 40

Sub-Program Legislative Budget

The following table summarizes the legislative budget proposal for this subprogram by year, type of expenditure, and source of funding.

Sub-Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
Operating Expenses	10,570,252	1,335,622	2,097,650	14,003,524	1,335,622	4,997,220	16,903,094	30,906,618
Total Costs	\$10,570,252	\$1,335,622	\$2,097,650	\$14,003,524	\$1,335,622	\$4,997,220	\$16,903,094	\$30,906,618
General Fund	10,570,252	1,335,622	2,097,650	14,003,524	1,335,622	4,997,220	16,903,094	30,906,618
Total Funds	\$10,570,252	\$1,335,622	\$2,097,650	\$14,003,524	\$1,335,622	\$4,997,220	\$16,903,094	\$30,906,618

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments										
	Fiscal 2006					Fiscal 2007				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 2 - Maintain Community Corrections Programs	0.00	1,335,622	0	0	1,335,622	0.00	1,335,622	0	0	1,335,622
Total Other Present Law Adjustments	0.00	\$1,335,622	\$0	\$0	\$1,335,622	0.00	\$1,335,622	\$0	\$0	\$1,335,622
Grand Total All Present Law Adjustments					\$1,335,622					\$1,335,622

DP 2 - Maintain Community Corrections Programs - The legislature approved general fund of \$1,335,662 in FY 2006 and FY 2007 for community corrections to fund new beds in both new and existing facilities. The beds are to cover the projected increase in the adult offender population.

New Proposals

New Proposals										
-----Fiscal 2006-----						-----Fiscal 2007-----				
Sub Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 21 - Increase Amount Paid to Pre-release Centers										
03	0.00	241,031	0	0	241,031	0.00	482,062	0	0	482,062
DP 313 - Additional Beds Above the Executive Request										
03	0.00	1,856,619	0	0	1,856,619	0.00	4,515,158	0	0	4,515,158
Total	0.00	\$2,097,650	\$0	\$0	\$2,097,650*	0.00	\$4,997,220	\$0	\$0	\$4,997,220 *

DP 21 - Increase Amount Paid to Pre-release Centers - The legislature approved an increase in the annual amount paid to pre-release centers. This is a general fund increase of \$241,031 in FY 2006 and \$482,062 in FY 2007.

DP 313 - Additional Beds Above the Executive Request - The legislature approved general fund of \$1,856,619 in FY 2006 and \$4,515,158 FY 2007 for additional contract beds for pre-release centers over and above the executive budget request.

Sub-Program Details

PROBATION AND PAROLE 04

Probation and Parole supervises nearly 7,000 inmates. The department expects this area to manage between 7,300 and 7,600 offenders during the 2007 biennium

Sub-Program Legislative Budget

The following table summarizes the legislative budget proposal for this subprogram by year, type of expenditure, and source of funding.

Sub-Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	166.00	15.00	0.00	181.00	19.00	0.00	185.00	185.00
Personal Services	7,529,232	515,014	0	8,044,246	660,103	0	8,189,335	16,233,581
Operating Expenses	2,298,713	314,371	0	2,613,084	315,930	0	2,614,643	5,227,727
Total Costs	\$9,827,945	\$829,385	\$0	\$10,657,330	\$976,033	\$0	\$10,803,978	\$21,461,308
General Fund	9,524,115	603,213	0	10,127,328	749,861	0	10,273,976	20,401,304
State/Other Special	303,830	226,172	0	530,002	226,172	0	530,002	1,060,004
Total Funds	\$9,827,945	\$829,385	\$0	\$10,657,330	\$976,033	\$0	\$10,803,978	\$21,461,308

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments									
-----Fiscal 2006-----					-----Fiscal 2007-----				
FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services				321,896					325,523
Vacancy Savings				(314,037)					(314,198)
Inflation/Deflation				(44,018)					(42,819)
Fixed Costs				(875)					(875)
Total Statewide Present Law Adjustments				(\$37,034)					(\$32,369)
DP 1 - Additional Probation & Parole Staff									
15.00	640,247	0	0	640,247	19.00	782,230	0	0	782,230
DP 13 - Supervision Fee Spending Authority									
0.00	0	226,172	0	226,172	0.00	0	226,172	0	226,172
Total Other Present Law Adjustments									
15.00	\$640,247	\$226,172	\$0	\$866,419	19.00	\$782,230	\$226,172	\$0	\$1,008,402
Grand Total All Present Law Adjustments				\$829,385					\$976,033

DP 1 - Additional Probation & Parole Staff - The legislature approved general fund of \$640,247 in FY 2006 and \$782,230 in FY 2007 to provide for an increase in FTE in adult probation and parole to handle increases in caseload. Caseload is expected to increase from an estimated 7,000 offenders in FY 2005 to between 7,300 and 7,600 offenders in the 2007 biennium. The executive requests 15.0 FTE in FY 2006 and 19.0 FTE in FY 2007. These FTE would be in the following positions: 14.00 FTE as adult probation and parole officers or intensive supervision officers; 1.50 FTE as Institutional probation and parole officers (housed at the Montana State Prison); and 3.50 FTE as administrative staff to support the probation and parole officers.

DP 13 - Supervision Fee Spending Authority - The legislature approved state special revenue of \$226,172 in FY 2006 and FY 2007. This approval increases expenditure authority in the probation and parole supervision fee from \$303,828 to \$530,000. The number of offenders is expected to increase in the probation and parole programs. Therefore, there would be an increase in the collection of the fee. The additional amount will be used for increases in safety and training of probation and parole staff. This approval also includes \$30,000 of spending authority for the Interstate Compact Unit. Montana's Interstate Compact Unit has statutory authority to collect fees from offenders wishing to transfer to other states. The majority of the fees collected would go towards the \$18,000 annual national interstate fee. The remainder of the fees collected would be utilized for interstate staff training and equipment.

Sub-Program Details

DUI UNIT 05

The DUI Unit is also referred to as the Warm Springs Addictions Treatment and Change Program (WATCH) Program. The Department of Corrections is under contract with Community, Counseling, and Correctional Services, Inc. to treat DUI offenders sentenced to the WATCH Program. Intensive residential alcohol treatment is provided for offenders convicted of a fourth or subsequent driving under the influence offense. The facility has 140 beds for adult men and women offenders.

Sub-Program Legislative Budget

The following table summarizes the legislative budget proposal for this subprogram by year, type of expenditure, and source of funding.

Sub-Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
Operating Expenses	3,172,748	(2)	52,582	3,225,328	(2)	105,164	3,277,910	6,503,238
Total Costs	\$3,172,748	(\$2)	\$52,582	\$3,225,328	(\$2)	\$105,164	\$3,277,910	\$6,503,238
General Fund	3,172,748	(2)	52,582	3,225,328	(2)	105,164	3,277,910	6,503,238
Total Funds	\$3,172,748	(\$2)	\$52,582	\$3,225,328	(\$2)	\$105,164	\$3,277,910	\$6,503,238

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments									
-----Fiscal 2006-----					-----Fiscal 2007-----				
FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Inflation/Deflation				(2)					(2)
Total Statewide Present Law Adjustments				(\$2)					(\$2)
Grand Total All Present Law Adjustments				(\$2)					(\$2)

New Proposals

New Proposals										
-----Fiscal 2006-----						-----Fiscal 2007-----				
Sub Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 311 - WATCH per-diem increase										
05	0.00	52,582	0	0	52,582	0.00	105,164	0	0	105,164
Total	0.00	\$52,582	\$0	\$0	\$52,582*	0.00	\$105,164	\$0	\$0	\$105,164 *

DP 311 - WATCH per-diem increase - The legislature approved an increase in the annual amount paid to the WATCH program. This is a general fund increase of \$52,582 in FY 2006 and \$105,164 in FY 2007.

Program Legislative Budget

The following table summarizes the total legislative budget for the program by year, type of expenditure, and source of funding. Also included in the table is House Bill 447 pay plan allocation.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	578.45	(4.30)	56.64	630.79	(4.30)	56.64	630.79	630.79
Personal Services	24,796,692	478,782	3,074,543	28,350,017	480,481	4,313,472	29,590,645	57,940,662
Operating Expenses	28,157,335	1,594,065	(563,442)	29,187,958	4,553,975	(725,133)	31,986,177	61,174,135
Equipment	181,377	0	0	181,377	0	0	181,377	362,754
Capital Outlay	0	0	0	0	0	0	0	0
Debt Service	75,337	0	0	75,337	0	0	75,337	150,674
Total Costs	\$53,210,741	\$2,072,847	\$2,511,101	\$57,794,689	\$5,034,456	\$3,588,339	\$61,833,536	\$119,628,225
General Fund	51,971,390	1,979,263	2,511,101	56,461,754	4,940,872	3,588,339	60,500,601	116,962,355
State/Other Special	1,239,351	0	0	1,239,351	0	0	1,239,351	2,478,702
Federal Special	0	93,584	0	93,584	93,584	0	93,584	187,168
Total Funds	\$53,210,741	\$2,072,847	\$2,511,101	\$57,794,689	\$5,034,456	\$3,588,339	\$61,833,536	\$119,628,225

Program Description

The Secure Facilities Program includes the Montana State Prison for adult men, Montana Women's Prison, and contract bed facilities for adult offenders which include: Glendive Regional Prison, Cascade Regional Prison, Missoula Assessment and Sanction Center, and the Crossroads Regional Prison in Shelby.

Program Highlights

Department of Corrections Secure Facilities Program Major Budget Highlights	
<ul style="list-style-type: none"> ◆ The legislature budget increases general fund by \$13.0 million over the doubled base budget, including \$11.5 million to address projected increases in secure custody population as follows: <ul style="list-style-type: none"> • An appropriation of \$6.0 million was provided for contract beds in existing facilities, but the state did not authorize expansion for any of the facilities or any new facilities for state use • An appropriation of \$5.5 million and 56.64 FTE was provided for a new revocation center at the Montana State Prison, which was in line with the legislature's goal to provide funding for state owed facilities ◆ The legislature also took the following action: <ul style="list-style-type: none"> • The legislature approved a transfer of \$3.0 million from the Secure Custody Facilities program to the Juvenile Delinquency Placement program to fund out-placements • An appropriation of \$0.6 million was provided to fund increases in per diem for county-managed regional prisons and to the operator of the private prison in Shelby • Overtime and holiday payout of \$1.6 million was funded for secure care employees and payroll of \$0.4 million was funded for inmate labor 	

- Funding of \$2.0 million was provided for HB 447 pay plan increases

Funding

The following table shows program funding, by source, for the base year and for the 2007 biennium as adopted by the legislature.

		Program Funding Table Secure Custody Facilities					
Program Funding		Base FY 2004	% of Base FY 2004	Budget FY 2006	% of Budget FY 2006	Budget FY 2007	% of Budget FY 2007
01000	Total General Fund	\$ 51,971,390	97.7%	\$ 56,461,754	97.7%	\$ 60,500,601	97.8%
	01100 General Fund	51,971,390	97.7%	56,461,754	97.7%	60,500,601	97.8%
02000	Total State Special Funds	1,239,351	2.3%	1,239,351	2.1%	1,239,351	2.0%
	02339 Inmate Welfare/Inmate Pay	100,000	0.2%	100,000	0.2%	100,000	0.2%
	02917 Msp Canteen Revolving Acct	1,139,351	2.1%	1,139,351	2.0%	1,139,351	1.8%
03000	Total Federal Special Funds	-	-	93,584	0.2%	93,584	0.2%
	03315 Misc Federal Grants	-	-	93,584	0.2%	93,584	0.2%
Grand Total		\$ 53,210,741	100.0%	\$ 57,794,689	100.0%	\$ 61,833,536	100.0%

This program is funded primarily with general fund and has a minor amount of state special and federal special revenue. State special revenue funds are for inmate pay and the Montana State Prison canteen operations. Federal funds are education funds received via a pass through grant from the Office of Public Instruction.

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments										
-----Fiscal 2006-----					-----Fiscal 2007-----					
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					607,071					608,869
Vacancy Savings					(1,016,140)					(1,016,239)
Inflation/Deflation					59,511					45,689
Fixed Costs					(248)					(248)
Total Statewide Present Law Adjustments					(\$349,806)	(\$361,929)				
DP 6 - Secure Custody Overtime	0.00	824,255	0	0	824,255	0.00	824,255	0	0	824,255
DP 7 - MSP Inmate Pay		182,938	100,000	0	282,938	0.00	182,938	100,000	0	282,938
DP 11 - MSP - Federal Authority	0.00	0	0	93,584	93,584	0.00	0	0	93,584	93,584
DP 16 - Contract Bed Per Diem Rate Increase	0.00	1,441,218	0	0	1,441,218	0.00	4,414,950	0	0	4,414,950
DP 17 - Statewide FTE Reduction	(4.30)	(219,342)	0	0	(219,342)	(4.30)	(219,342)	0	0	(219,342)
Total Other Present Law Adjustments										
	(4.30)	\$2,229,069	\$100,000	\$93,584	\$2,422,653	(4.30)	\$5,202,801	\$100,000	\$93,584	\$5,396,385
Grand Total All Present Law Adjustments					\$2,072,847	\$5,034,456				

Descriptions of these present law adjustments are included in the subprogram sections that follow.

New Proposals

New Proposals										
-----Fiscal 2006-----						-----Fiscal 2007-----				
Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 22 - Increase Amount Paid to Regional Prisons										
03	0.00	147,859	0	0	147,859	0.00	295,718	0	0	295,718
DP 312 - CCA Per Diem Increase										
03	0.00	178,441	0	0	178,441	0.00	3,569	0	0	3,569
DP 314 - Transfer Funding to JDIP										
03	0.00	(1,500,000)	0	0	(1,500,000)	0.00	(1,500,000)	0	0	(1,500,000)
DP 315 - Expansion at Montana State Prison										
03	56.64	2,827,770	0	0	2,827,770	56.64	2,694,350	0	0	2,694,350
DP 320 - Additional Funding for Secure Beds										
03	0.00	73,181	0	0	73,181	0.00	67,229	0	0	67,229
DP 6010 - 2007 Biennium Pay Plan - HB 477										
03	0.00	783,850	0	0	783,850	0.00	2,027,473	0	0	2,027,473
Total	56.64	\$2,511,101	\$0	\$0	\$2,511,101*	56.64	\$3,588,339	\$0	\$0	\$3,588,339*

Descriptions of the above new proposals are included in the subprogram budget presentations.

Language

The legislature approved the following language for inclusion in HB2:

The Governor has indicated his intent to line-item veto the language illustrated in *italic*; however, his authority to do so is questioned and may be challenged through legal action.

“The department shall report to the legislative finance committee, the law and justice interim committee, the governor, and the corrections advisory council by December 31, 2006, the results of any performance audit done on any prerelease center, regional prison, or private prison.”

"If the department determines through forecasts that it will experience a shortfall in the general fund appropriation in either fiscal year of the 2007 biennium for secure facilities, the department may transfer up to \$1,500,000 in general fund money that is available and unencumbered in that fiscal year from Juvenile Placement Funds (Restricted) to Secure Facilities (03)."

Sub-Program Details

MONTANA STATE PRISON 01

The Montana State Prison, located in Deer Lodge, is a secure custody facility for adult males. This facility had an average daily population of 1,325 in fiscal 2004. The facility has an operational capacity of 1,407 beds.

Sub-Program Legislative Budget

The following table summarizes the legislative budget proposal for this subprogram by year, type of expenditure, and source of funding.

Sub-Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	503.18	(4.30)	56.64	555.52	(4.30)	56.64	555.52	555.52
Personal Services	21,718,952	405,925	3,074,543	25,199,420	408,862	4,313,472	26,441,286	51,640,706
Operating Expenses	9,018,406	142,080	537,077	9,697,563	130,712	408,351	9,557,469	19,255,032
Equipment	181,377	0	0	181,377	0	0	181,377	362,754
Debt Service	75,337	0	0	75,337	0	0	75,337	150,674
Total Costs	\$30,994,072	\$548,005	\$3,611,620	\$35,153,697	\$539,574	\$4,721,823	\$36,255,469	\$71,409,166
General Fund	29,754,721	454,421	3,611,620	33,820,762	445,990	4,721,823	34,922,534	68,743,296
State/Other Special	1,239,351	0	0	1,239,351	0	0	1,239,351	2,478,702
Federal Special	0	93,584	0	93,584	93,584	0	93,584	187,168
Total Funds	\$30,994,072	\$548,005	\$3,611,620	\$35,153,697	\$539,574	\$4,721,823	\$36,255,469	\$71,409,166

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments									
	-----Fiscal 2006-----					-----Fiscal 2007-----			
FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services				536,658					539,733
Vacancy Savings				(890,219)					(890,357)
Inflation/Deflation				48,744					37,376
Fixed Costs				(248)					(248)
Total Statewide Present Law Adjustments				(\$305,065)					(\$313,496)
DP 6 - Secure Custody Overtime	0.00	695,890	0	695,890	0.00	695,890	0	0	695,890
DP 7 - MSP Inmate Pay	0.00	182,938	100,000	282,938	0.00	182,938	100,000	0	282,938
DP 11 - MSP - Federal Authority	0.00	0	93,584	93,584	0.00	0	0	93,584	93,584
DP 17 - Statewide FTE Reduction	(4.30)	(219,342)	0	(219,342)	(4.30)	(219,342)	0	0	(219,342)
Total Other Present Law Adjustments	(4.30)	\$659,486	\$100,000	\$853,070	(4.30)	\$659,486	\$100,000	\$93,584	\$853,070
Grand Total All Present Law Adjustments				\$548,005					\$539,574

DP 6 - Secure Custody Overtime - The legislature approved general fund for overtime for the Montana State Prison and Women's Prison in the amount of \$824,255 for each fiscal year of the 2007 biennium. These funds were added to cover the 24-hour by 7 day per week by 365 days per year positions at these facilities. Overtime is zero based and removed the agency's base budget.

DP 7 – Montana State Prison Inmate Pay - The legislature approved state special revenue and general fund authority for inmate wages. Funds for inmate wages are a zero-based request. Education, vocational training, and inmate jobs are used for meaningful time occupation, increased self-esteem, and purchasing power for essentials and restitution for the inmates. Currently there are 802 inmates earning between \$1.25 and \$6.30 per day. The amounts approved by the legislature were \$182,938 in general fund and \$100,000 in federal funds for each year of the 2007 biennium.

DP 11 – Montana State Prison - Federal Authority - The legislature approved authority for federal funding of \$93,584 in each fiscal year of the 2007 biennium for funding that is anticipated to be received from the Office of Public Instruction for the Montana State Prison Adult Basic Literacy Education grant and Title I.

DP 17 - Statewide FTE Reduction - The legislature approved an FTE reduction equivalent to the reductions taken in the 2003 legislative session. This 4.30 FTE and the \$219,342 general fund per fiscal year are removed from the budget permanently.

New Proposals

New Proposals										
Sub Program	Fiscal 2006					Fiscal 2007				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 315 - Expansion at Montana State Prison										
01	56.64	2,827,770	0	0	2,827,770	56.64	2,694,350	0	0	2,694,350
DP 6010 - 2007 Biennium Pay Plan - HB 477										
01	0.00	783,850	0	0	783,850	0.00	2,027,473	0	0	2,027,473
Total	56.64	\$3,611,620	\$0	\$0	\$3,611,620*	56.64	\$4,721,823	\$0	\$0	\$4,721,823 *

DP 315 - Expansion at Montana State Prison - The legislature approved general fund for 56.64 FTE and \$2,827,770 in FY 2006 and 56.64 FTE and \$2,694,350 in FY 2007 to staff and operate a revocation center at the Montana State Prison.

DP 6010 - 2007 Biennium Pay Plan - HB 477 - The legislature passed a pay plan in HB 447 that provides an additional 3.5 percent (or \$1,005, whichever is greater) in FY 2006 and an additional 4.0 percent (or \$1,188, whichever is greater) in FY 2007, as well as \$46 per month in insurance contributions in calendar 2006 and an additional \$51 per month in calendar 2007. These amounts represent the program's allocation of costs to fund this pay plan.

Sub-Program Details**MONTANA WOMENS PRISON 02**

The Montana Women's Prison, located in Billings, is an adult female secure facility. This facility had an average daily population of 177 in FY 2004. The facility has an operational capacity of 209 beds.

Sub-Program Legislative Budget

The following table summarizes the legislative budget proposal for this subprogram by year, type of expenditure, and source of funding.

Sub-Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	66.27	0.00	0.00	66.27	0.00	0.00	66.27	66.27
Personal Services	2,628,625	76,409	0	2,705,034	75,462	0	2,704,087	5,409,121
Operating Expenses	1,683,364	11,259	0	1,694,623	8,786	0	1,692,150	3,386,773
Total Costs	\$4,311,989	\$87,668	\$0	\$4,399,657	\$84,248	\$0	\$4,396,237	\$8,795,894
General Fund	4,311,989	87,668	0	4,399,657	84,248	0	4,396,237	8,795,894
Total Funds	\$4,311,989	\$87,668	\$0	\$4,399,657	\$84,248	\$0	\$4,396,237	\$8,795,894

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments									
-----Fiscal 2006-----					-----Fiscal 2007-----				
FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services				55,399					54,427
Vacancy Savings				(107,355)					(107,330)
Inflation/Deflation				11,259					8,786
Total Statewide Present Law Adjustments				(\$40,697)					(\$44,117)
DP 6 - Secure Custody Overtime									
0.00	128,365	0	0	128,365	0.00	128,365	0	0	128,365
Total Other Present Law Adjustments									
0.00	\$128,365	\$0	\$0	\$128,365	0.00	\$128,365	\$0	\$0	\$128,365
Grand Total All Present Law Adjustments				\$87,668					\$84,248

DP 6 - Secure Custody Overtime - The legislature approved general fund for overtime for the Montana State Prison and Women's Prison in the amount of \$824,255 for each fiscal year of the 2007 biennium. These funds were added to cover the 24-hour by 7 day per week by 365 days per year positions at these facilities. Overtime is zero based and removed the agency's base budget.

Sub-Program Details**CONTRACTED BEDS 04**

The contract beds budget represents those expenditures directly related to housing Montana inmates outside of the state-operated correctional institutions.

Sub-Program Legislative Budget

The following table summarizes the legislative budget proposal for this subprogram by year, type of expenditure, and source of funding.

Sub-Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	9.00	0.00	0.00	9.00	0.00	0.00	9.00	9.00
Personal Services	449,115	(3,552)	0	445,563	(3,843)	0	445,272	890,835
Operating Expenses	17,455,565	1,440,726	(1,100,519)	17,795,772	4,414,477	(1,133,484)	20,736,558	38,532,330
Total Costs	\$17,904,680	\$1,437,174	(\$1,100,519)	\$18,241,335	\$4,410,634	(\$1,133,484)	\$21,181,830	\$39,423,165
General Fund	17,904,680	1,437,174	(1,100,519)	18,241,335	4,410,634	(1,133,484)	21,181,830	39,423,165
Total Funds	\$17,904,680	\$1,437,174	(\$1,100,519)	\$18,241,335	\$4,410,634	(\$1,133,484)	\$21,181,830	\$39,423,165

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments									
-----Fiscal 2006-----					-----Fiscal 2007-----				
FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services				15,014					14,709
Vacancy Savings				(18,566)					(18,552)
Inflation/Deflation				(492)					(473)
Total Statewide Present Law Adjustments				(\$4,044)					(\$4,316)
DP 16 - Contract Bed Per Diem Rate Increase									
0.00	1,441,218	0	0	1,441,218	0.00	4,414,950	0	0	4,414,950
Total Other Present Law Adjustments									
0.00	\$1,441,218	\$0	\$0	\$1,441,218	0.00	\$4,414,950	\$0	\$0	\$4,414,950
Grand Total All Present Law Adjustments				\$1,437,174					\$4,410,634

DP 16 - Contract Bed Per Diem Rate Increase - The legislature approved a general fund increase of \$1,441,218 in FY 2006 and \$4,414,950 in FY 2007 for per diem for contract beds. The department plans to fully use all available beds currently allowed by contract at both the privately owned prison in Shelby and all county-managed regional prisons. The department may also seek contract beds for special needs offenders that include the elderly, offenders with special medical or mental health needs, and sex offenders.

New Proposals

New Proposals										
Sub Program	-----Fiscal 2006-----					-----Fiscal 2007-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 22 - Increase Amount Paid to Regional Prisons										
04	0.00	147,859	0	0	147,859	0.00	295,718	0	0	295,718
DP 312 - CCA Per Diem Increase										
04	0.00	178,441	0	0	178,441	0.00	3,569	0	0	3,569
DP 314 - Transfer Funding to JDIP										
04	0.00	(1,500,000)	0	0	(1,500,000)	0.00	(1,500,000)	0	0	(1,500,000)
DP 320 - Additional Funding for Secure Beds										
04	0.00	73,181	0	0	73,181	0.00	67,229	0	0	67,229
Total	0.00	(\$1,100,519)	\$0	\$0	(\$1,100,519)*	0.00	(\$1,133,484)	\$0	\$0	(\$1,133,484)*

DP 22 - Increase Amount Paid to Regional Prisons - The legislature approved general fund of \$147,859 in FY 2006 and \$295,718 in FY 2007 to support an increase in the per diem amounts paid to the regional prisons operated by the counties. These prisons include those located in Cascade, Dawson, and Missoula counties.

DP 312 – Corrections Corporation of America Per Diem Increase - The legislature approved general fund of \$178,441 in FY 2006 and \$3,569 in FY 2007 a for per diem increase to Corrections Corporation of America (CCA).

DP 314 - Transfer Funding to Juvenile Delinquency Intervention Program - The legislature transferred general fund of \$1,500,000 in each fiscal year of the 2007 biennium from secure beds to Juvenile Placement. This action was to restore the juvenile placement funds back to historical levels. The department noted that these funds were removed from the juvenile placement program by the department over time and used to pay for shortfalls in funding in secure facilities.

DP 320 - Additional Funding for Secure Beds - The legislature approved additional general fund for secure beds of \$73,181 in FY 2006 and \$67,229 in FY 2007.

Proprietary Rates

Proprietary Program Description

The food factory program was established to provide cost effective nutritional meals to the Montana State Prison and other state and county agencies, using a cook-chill method of food preparation. The cook-chill method allows food to be prepared a week in advance and packaged in bulk or individual trays.

Proprietary Revenues and Expenses

The food factory derives its revenues from the sale of bulk food and tray based meals to customers. Currently the customers who are serviced by the food factory include: Montana State Prison, Montana State Hospital, Treasure State Correctional Training Center, Riverside Youth Correctional Facility, WATCH DUI unit, and the Helena Pre-release Center. Overall revenue levels are dependant on the average daily populations of customer facilities, which directly influence food requirements. Expenditures are based on operational need, cash flow, customer orders, product inventory levels, and product pricing.

Food Factory Rates

The food factory currently has two rate structures, one for customers that purchase only bulk food products and another for customers that purchase a complete tray based meal. Bulk food customers are charged the actual cost of food with a 3 percent increase for spoilage. In addition, they are charged a monthly overhead, which is a flat fee established using historical costs. The per meal tray based customer rates include the cost of delivery.

The rates for the 2007 biennium are as follows:

Montana State Prison	\$1.37
Riverside Youth Correctional Facility	\$2.01
WATCH DUI Unit	\$1.59
Helena Prerelease	\$2.01

Proprietary Rate Explanation

The Montana State Prison Food Factory currently has two rate structures. One rate structure is used for customers that purchase only bulk food products and another for customers that purchase a complete trayed meal. Bulk food customers are charged the actual cost of food with a 3% increase for spoilage. In addition, they are charged a monthly overhead charged, which is a flat fee established using historical costs. The per meal trayed customer rates include the cost of delivery.

Program Legislative Budget

The following table summarizes the total legislative budget for the program by year, type of expenditure, and source of funding. Also included in the table is House Bill 447 pay plan allocation.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	14.25	0.00	0.00	14.25	0.00	0.00	14.25	14.25
Personal Services	703,440	65,129	18,969	787,538	64,598	48,918	816,956	1,604,494
Operating Expenses	1,020,217	3,876,362	0	4,896,579	627,200	0	1,647,417	6,543,996
Debt Service	216,708	0	0	216,708	(108,354)	0	108,354	325,062
Total Costs	\$1,940,365	\$3,941,491	\$18,969	\$5,900,825	\$583,444	\$48,918	\$2,572,727	\$8,473,552
General Fund	1,572,197	3,878,141	14,149	5,464,487	520,078	36,329	2,128,604	7,593,091
Federal Special	0	0	0	0	0	0	0	0
Proprietary	368,168	63,350	4,820	436,338	63,366	12,589	444,123	880,461
Total Funds	\$1,940,365	\$3,941,491	\$18,969	\$5,900,825	\$583,444	\$48,918	\$2,572,727	\$8,473,552

Program Description

The Montana Correctional Enterprises (MCE) Division includes the ranch, industries, dairy, license plate, and vocational education programs at the Montana State Prison facility. MCE does not currently have active programs at the Montana Women's Prison or regional and private facilities, although staff are continually researching ideas for programs in these areas. MCE programs provide work and vocational education training opportunities to approximately three hundred inmates. In addition MCE administration oversees accounting and budgeting for the Montana State Prison Food Factory and Montana Women's Prison Dog Training programs.

Program Highlights

Department of Corrections Montana Correctional Enterprises Major Budget Highlights	
<ul style="list-style-type: none"> Total funding increases by \$4.4 million over the base budget mostly for the production of new license plates to support the January 1, 2006 reissue program 	

Funding

The following table shows program funding, by source, for the base year and for the 2007 biennium as adopted by the legislature.

Program Funding Table Mont Correctional Enterp							
Program Funding		Base FY 2004	% of Base FY 2004	Budget FY 2006	% of Budget FY 2006	Budget FY 2007	% of Budget FY 2007
01000	Total General Fund	\$ 1,572,197	81.0%	\$ 5,464,487	92.6%	\$ 2,128,604	82.7%
	01100 General Fund	1,572,197	81.0%	5,464,487	92.6%	2,128,604	82.7%
06000	Total Proprietary Funds	368,168	19.0%	436,338	7.4%	444,123	17.3%
	06545 Prison Indust. Training Prog	368,168	19.0%	436,338	7.4%	444,123	17.3%
Grand Total		<u>\$ 1,940,365</u>	<u>100.0%</u>	<u>\$ 5,900,825</u>	<u>100.0%</u>	<u>\$ 2,572,727</u>	<u>100.0%</u>

This program is funded with general fund and proprietary funds. General fund supports license plate production and vocational education activities. Proprietary funds support certain vocational activities. There are also non-budgeted proprietary funds that are generated from the sale of cattle, dairy products, refined lumber, and furniture.

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments										
-----Fiscal 2006-----						-----Fiscal 2007-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					(13,222)					(13,776)
Vacancy Savings					(27,608)					(27,585)
Inflation/Deflation					2,170					1,568
Total Statewide Present Law Adjustments					(\$38,660)	(\$39,793)				
DP 3 - License Plate Re-Issue	0.00	3,853,751	0	0	3,853,751	0.00	496,837	0	0	496,837
DP 8 - Vocational Education Inmate Payroll	0.00	40,000	0	0	76,400*	0.00	40,000	0	0	76,400*
DP 9 - Vocational Education Additional Authority for ISF	0.00	0	0	0	50,000*	0.00	0	0	0	50,000*
Total Other Present Law Adjustments										
	0.00	\$3,893,751	\$0	\$0	\$3,980,151*	0.00	\$536,837	\$0	\$0	\$623,237*
Grand Total All Present Law Adjustments					\$3,941,491*	\$583,444*				

DP 3 - License Plate Re-Issue - The legislature approved general fund to pay for the production of license plates. Section 61-3-332, MCA requires that new license plates be issued January 1, 2006. The amount requested is based on the production of 2,700,000 plates (1,350,000 sets) in FY 2006 and 735,000 plates (367,500 sets) in FY 2007. The personal services portion of this request includes inmate payroll of \$19,760 and anticipated overtime of \$9,799 for 2.00 FTE.

DP 8 - Vocational Education Inmate Payroll - The legislature approved funding for the zero based portion of inmate pay as well as an increase due to the increased number of students in the vocational education classes.

DP 9 - Vocational Education Additional Authority for Internal Service Fund - The legislature approved additional authority for the vocational education internal service fund in the area of operating expenditures to cover the increase in the cost of parts and supplies needed in the motor vehicle maintenance production shop. This is a request for \$50,000 each year of proprietary funding.

New Proposals

New Proposals										
-----Fiscal 2006-----						-----Fiscal 2007-----				
Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 6010 - 2007 Biennium Pay Plan - HB 477										
04	0.00	14,149	0	0	18,969*	0.00	36,329	0	0	48,918*
Total	0.00	\$14,149	\$0	\$0	\$18,969*	0.00	\$36,329	\$0	\$0	\$48,918*

DP 6010 - 2007 Biennium Pay Plan - HB 477 - The legislature passed a pay plan in HB 447 that provides an additional 3.5 percent (or \$1,005, whichever is greater) in FY 2006 and an additional 4.0 percent (or \$1,188, whichever is greater) in FY 2007, as well as \$46 per month in insurance contributions in calendar 2006 and an additional \$51 per month in calendar 2007. These amounts represent the program's allocation of costs to fund this pay plan.

Proprietary Program Description

The Montana Correctional Enterprises (MCE) Industry program includes furniture, upholstery, print, sign, and laundry operations at the Montana State Prison facility. At the current time there are not any programs operating at the Montana Women's Prison or regional and private facilities. The MCE Ranch and Dairy operation includes range cattle, crops, feedlot, land management, dairy milking parlor, dairy processing, heifer reproduction, lumber processing, and the Montana Food Bank Cannery, which are all located at the Montana State Prison facility. The MCE Vocational Education program operates a motor vehicle maintenance shop and Toyota cutaway operation.

Proprietary Revenues and Expenses

MCE revenues are derived from product sales to state, county, and private customers. Operational needs, cash flow, economic return, customer orders, and product inventory levels determine the expenses. Overall revenue levels are dependant on marketing efforts, legislative restrictions, state agency purchases, retail outlet dealer sales, expansion and adjustment of the product line, private sector complaints, and private customer contracts. In addition, revenues from the industries laundry are dependant on the daily populations of Montana State Hospital and Montana State Prison, as the bulk of the processed laundry is from these two facilities.

MCE ranch and dairy revenues are based on the market value of products sold. Revenues can vary depending on the current market for range cattle and raw milk. Expenditures are dependant on operational needs, cash flow, economic return, weather conditions, product market prices, and discussion with the Ranch Advisory Committee.

MCE vocational education motor vehicle maintenance (MVM) revenues are based on customer vehicle and equipment repair and maintenance needs. Toyota revenues are based on contracts with the Toyota Company for producing motor vehicle cut-always and trainers. The main customers for the MVM operation are the MCE ranch and the Montana State Prison. Revenues, and the need for parts and supplies for the repairs, and contract projects determine the expenditure levels.

Proprietary Rate Explanation

The MCE Industries rates for furniture, upholstery, print and sign shops are based on competitive product pricing.

The current laundry rates are as follows:

Montana State Prison	\$.39 per pound
Treasure State Correctional Training Center	\$.39 per pound
Montana State Hospital	\$.38 per pound
Montana Developmental Center	\$.46 per pound
Riverside Youth Correctional Facility	\$.46 per pound

The break even cost for laundry operations is approximately \$.35 per pound without delivery costs. Any profit is maintained within the industries fund to be used for future laundry equipment replacement, as well as the overall industries enterprise operation.

MCE ranch and dairy rates are based on the current market prices of cattle, crops and dairy products. Lumber processing rates are based on current market value of the service performed.

Montana Food Bank Cannery is not based on a rate, but the actual cost of expenses incurred. MCE vocational education motor vehicle maintenance (MVM) and Toyota pricing are based on the cost of parts and an hourly labor charged. The labor charge covers the cost of the 4.00 FTE associated with the MVM and Toyota operations.

Program Legislative Budget

The following table summarizes the total legislative budget for the program by year, type of expenditure, and source of funding. Also included in the table is House Bill 447 pay plan allocation.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	202.85	0.00	0.00	202.85	0.00	0.00	202.85	202.85
Personal Services	8,223,206	841,357	254,764	9,319,327	851,902	658,274	9,733,382	19,052,709
Operating Expenses	1,849,765	191,435	0	2,041,200	185,647	0	2,035,412	4,076,612
Equipment	5,350	0	0	5,350	0	0	5,350	10,700
Benefits & Claims	6,072,076	0	1,770,304	7,842,380	0	1,770,304	7,842,380	15,684,760
Total Costs	\$16,150,397	\$1,032,792	\$2,025,068	\$19,208,257	\$1,037,549	\$2,428,578	\$19,616,524	\$38,824,781
General Fund	15,485,203	800,201	1,754,764	18,040,168	804,958	2,158,274	18,448,435	36,488,603
State/Other Special	436,517	0	270,304	706,821	0	270,304	706,821	1,413,642
Federal Special	228,677	232,591	0	461,268	232,591	0	461,268	922,536
Total Funds	\$16,150,397	\$1,032,792	\$2,025,068	\$19,208,257	\$1,037,549	\$2,428,578	\$19,616,524	\$38,824,781

Program Description

The Juvenile Corrections Division is responsible for all state operated youth programs, including: Pine Hills Youth Correctional Facility for males located in Miles City and Riverside Youth Correctional Facility for females in Boulder. Additional responsibilities include research and training for the division and other agencies, and administrative support services. Statewide juvenile community corrections includes parole services for youth released from state operated secure care facilities, youth transition center, specialized foster care services, interstate compact service for probation and parole in and out of state, juvenile detention licensing, and monitoring and funding for state district probation placements.

Program Highlights

Department of Corrections Juvenile Corrections Major Budget Highlights
<ul style="list-style-type: none"> ◆ The legislature fully funded this program and added a transfer of \$3.0 million from Secure Custody Facilities program for the Juvenile Delinquency Placement program ◆ The legislature provided \$0.5 million over the base budget for spending authority of parental contributions toward the care of adjudicated youths ◆ The legislature approved an increase in federal funds of \$0.5 million over the base budget for education and food program grants

Funding

The following table shows program funding, by source, for the base year and for the 2007 biennium as adopted by the legislature.

		Program Funding Table Juvenile Corrections					
Program Funding		Base FY 2004	% of Base FY 2004	Budget FY 2006	% of Budget FY 2006	Budget FY 2007	% of Budget FY 2007
01000	Total General Fund	\$ 15,485,203	95.9%	\$ 18,040,168	93.9%	\$ 18,448,435	94.0%
	01100 General Fund	15,485,203	95.9%	18,040,168	93.9%	18,448,435	94.0%
02000	Total State Special Funds	436,517	2.7%	706,821	3.7%	706,821	3.6%
	02034 Earmarked Alcohol Funds	25,523	0.2%	25,523	0.1%	25,523	0.1%
	02916 Phs-Canteen	5,740	0.0%	5,740	0.0%	5,740	0.0%
	02927 Phs Donations/I & I	257,115	1.6%	257,115	1.3%	257,115	1.3%
	02970 Juvenile Plcmnt Cost Of Care	148,139	0.9%	418,443	2.2%	418,443	2.1%
03000	Total Federal Special Funds	228,677	1.4%	461,268	2.4%	461,268	2.4%
	03084 Mvs-School Foods	-	-	28,000	0.1%	28,000	0.1%
	03089 Phs-School Foods	-	-	150,000	0.8%	150,000	0.8%
	03099 Phs-Esea Title I	-	-	45,941	0.2%	45,941	0.2%
	03315 Misc Federal Grants	200,385	1.2%	209,035	1.1%	209,035	1.1%
	03530 6901-Foster Care 93.658	28,292	0.2%	28,292	0.1%	28,292	0.1%
Grand Total		<u>\$ 16,150,397</u>	<u>100.0%</u>	<u>\$ 19,208,257</u>	<u>100.0%</u>	<u>\$ 19,616,524</u>	<u>100.0%</u>

This program is funded primarily with general fund and has a minor amount of state special and federal special revenue. State special revenue funds are alcohol funds from the Department of Health and Human Services (DPHHS), Pine Hills Youth Correctional Facility canteen funds, interest and income from the Department of Natural Resources and Conservation, and juvenile parental contributions to the cost of care funds. Federal funds are from pass-through grants from the Office of Public Instruction and foster care IV-E payments from DPHHS.

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments										
-----Fiscal 2006-----						-----Fiscal 2007-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					784,373					783,640
Vacancy Savings					(360,307)					(360,273)
Inflation/Deflation					13,435					7,647
Total Statewide Present Law Adjustments					\$437,501					\$431,014
DP 4 - Juvenile Corrections Division Overtime										
0.00	332,700		0	0	332,700	0.00	343,944	0	0	343,944
DP 10 - Restore Inmate Pay										
0.00	30,000		0	0	30,000	0.00	30,000	0	0	30,000
DP 15 - Juvenile Federal Authority Request										
0.00	0		0	232,591	232,591	0.00	0	0	232,591	232,591
Total Other Present Law Adjustments										
0.00	\$362,700		\$0	\$232,591	\$595,291	0.00	\$373,944	\$0	\$232,591	\$606,535
Grand Total All Present Law Adjustments					\$1,032,792					\$1,037,549

Descriptions of these present law adjustments are included in the subprogram sections that follow.

New Proposals

New Proposals										
-----Fiscal 2006-----						-----Fiscal 2007-----				
Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 310 - JDIP Funding										
05	0.00	1,500,000	0	0	1,500,000	0.00	1,500,000	0	0	1,500,000
DP 316 - Juvenile - Parental Contribution Authority										
05	0.00	0	270,304	0	270,304	0.00	0	270,304	0	270,304
DP 6010 - 2007 Biennium Pay Plan - HB 477										
05	0.00	254,764	0	0	254,764	0.00	658,274	0	0	658,274
Total	0.00	\$1,754,764	\$270,304	\$0	\$2,025,068*	0.00	\$2,158,274	\$270,304	\$0	\$2,428,578*

Descriptions of the above new proposals are included in the subprogram budget presentations.

Language

The legislature approved the following language for inclusion in HB2:

"If the department determines through forecasts that it will experience a shortfall in the general fund appropriation in either fiscal year of the 2007 biennium for secure facilities, the department may transfer up to \$1,500,000 in general fund money that is available and unencumbered in that fiscal year from Juvenile Placement Funds (Restricted) to Secure Facilities (03)."

Sub-Program Details

JUVENILE CORRECTIONS ADMIN 01

The Juvenile Corrections Administration Division is responsible for all state operated youth programs, including Pine Hills Youth Correctional Facility for males located in Miles City, Riverside Youth Correctional Facility for females in Boulder, and the Juvenile Community Corrections Bureau.

Sub-Program Legislative Budget

The following table summarizes the legislative budget proposal for this subprogram by year, type of expenditure, and source of funding.

Sub-Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	5.00	0.00	0.00	5.00	0.00	0.00	5.00	5.00
Personal Services	196,058	68,404	254,764	519,226	69,503	658,274	923,835	1,443,061
Operating Expenses	32,686	(573)	0	32,113	(555)	0	32,131	64,244
Total Costs	\$228,744	\$67,831	\$254,764	\$551,339	\$68,948	\$658,274	\$955,966	\$1,507,305
General Fund	228,744	67,831	254,764	551,339	68,948	658,274	955,966	1,507,305
Total Funds	\$228,744	\$67,831	\$254,764	\$551,339	\$68,948	\$658,274	\$955,966	\$1,507,305

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments									
-----Fiscal 2006-----					-----Fiscal 2007-----				
FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services				79,424					80,569
Vacancy Savings				(11,020)					(11,066)
Inflation/Deflation				(573)					(555)
Total Statewide Present Law Adjustments				\$67,831					\$68,948
Grand Total All Present Law Adjustments				\$67,831					\$68,948

New Proposals

New Proposals										
-----Fiscal 2006-----						-----Fiscal 2007-----				
Sub Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 6010 - 2007 Biennium Pay Plan - HB 477										
01	0.00	254,764	0	0	254,764	0.00	658,274	0	0	658,274
Total	0.00	\$254,764	\$0	\$0	\$254,764*	0.00	\$658,274	\$0	\$0	\$658,274 *

DP 6010 - 2007 Biennium Pay Plan - HB 477 - The legislature passed a pay plan in HB 447 that provides an additional 3.5 percent (or \$1,005, whichever is greater) in FY 2006 and an additional 4.0 percent (or \$1,188, whichever is greater) in FY 2007, as well as \$46 per month in insurance contributions in calendar 2006 and an additional \$51 per month in calendar 2007. These amounts represent the program's allocation of costs to fund this pay plan.

Sub-Program Details

JUVENILE CORRECTIONS BUREAU 02

The Juvenile Corrections Bureau consists of statewide juvenile community corrections including parole services for youth released from state operated secure care facilities, youth transition center, specialized foster care services, interstate compact services for probation and parole in and out of state, juvenile detention licensing, monitoring and funding for state district probation placements, research and training for the division and other agencies, and administrative support services.

Sub-Program Legislative Budget

The following table summarizes the legislative budget proposal for this subprogram by year, type of expenditure, and source of funding.

Sub-Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	21.50	0.00	0.00	21.50	0.00	0.00	21.50	21.50
Personal Services	1,072,544	(7,484)	0	1,065,060	(7,087)	0	1,065,457	2,130,517
Operating Expenses	283,623	(6,493)	0	277,130	(6,244)	0	277,379	554,509
Total Costs	\$1,356,167	(\$13,977)	\$0	\$1,342,190	(\$13,331)	\$0	\$1,342,836	\$2,685,026
General Fund	1,356,167	(13,977)	0	1,342,190	(13,331)	0	1,342,836	2,685,026
Total Funds	\$1,356,167	(\$13,977)	\$0	\$1,342,190	(\$13,331)	\$0	\$1,342,836	\$2,685,026

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments									
-----Fiscal 2006-----					-----Fiscal 2007-----				
FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services				36,893					37,308
Vacancy Savings				(44,377)					(44,395)
Inflation/Deflation				(6,493)					(6,244)
Total Statewide Present Law Adjustments				(\$13,977)					(\$13,331)
Grand Total All Present Law Adjustments				(\$13,977)					(\$13,331)

Sub-Program Details**RIVERSIDE YOUTH CORRECTIONAL FACIL 03**

The Riverside Youth Correctional Facility located in Boulder, is a detention facility for juvenile female offenders. The program places an emphasis on offenders accepting responsibility for their actions and gaining individual competencies that will help them avoid re-offending. The treatment programs include education, counseling, personal growth activities, and parental involvement. This facility has an operational capacity for 20 juveniles.

Sub-Program Legislative Budget

The following table summarizes the legislative budget proposal for this subprogram by year, type of expenditure, and source of funding.

Sub-Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	25.50	0.00	0.00	25.50	0.00	0.00	25.50	25.50
Personal Services	1,101,995	36,566	0	1,138,561	43,027	0	1,145,022	2,283,583
Operating Expenses	210,398	33,469	0	243,867	31,756	0	242,154	486,021
Total Costs	\$1,312,393	\$70,035	\$0	\$1,382,428	\$74,783	\$0	\$1,387,176	\$2,769,604
General Fund	1,292,259	53,519	0	1,345,778	58,267	0	1,350,526	2,696,304
State/Other Special	20,134	(20,134)	0	0	(20,134)	0	0	0
Federal Special	0	36,650	0	36,650	36,650	0	36,650	73,300
Total Funds	\$1,312,393	\$70,035	\$0	\$1,382,428	\$74,783	\$0	\$1,387,176	\$2,769,604

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments									
-----Fiscal 2006-----					-----Fiscal 2007-----				
FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services				31,695					31,259
Vacancy Savings				(45,347)					(45,328)
Inflation/Deflation				5,469					3,756
Total Statewide Present Law Adjustments				(\$8,183)					(\$10,313)
DP 4 - Juvenile Corrections Division Overtime	0.00	41,568	0	41,568	0.00	48,446	0	0	48,446
DP 15 - Juvenile Federal Authority Request	0.00	0	0	36,650	0.00	0	0	36,650	36,650
Total Other Present Law Adjustments	0.00	\$41,568	\$0	\$78,218	0.00	\$48,446	\$0	\$36,650	\$85,096
Grand Total All Present Law Adjustments				\$70,035					\$74,783

DP 4 - Juvenile Corrections Division Overtime - The legislature approved an appropriation for overtime for personnel at the Riverside Youth Correctional Facility, the Pine Hills Youth Correctional Facility, and at the Great Falls Transition Center. Overtime is a zero-based budget item. These facilities are operational 24 hours per day and 365 days per year, and overtime is used to maintain staff coverage.

DP 15 - Juvenile Federal Authority Request - The legislature approved appropriation authority for annual federal grants that allow for the enhancement of education programs. These grants are from the Office of Public Instruction and include the Title I grant and the school foods grant for both Pine Hills and Riverside.

Sub-Program Details**TRANSITION CENTERS 04**

The youth transition center, located in Great Falls, serves as placement for youth prior to their return into the community. Program components include counseling, community service, education, and employment. An average of six beds were full in FY 2004.

Sub-Program Legislative Budget

The following table summarizes the legislative budget proposal for this subprogram by year, type of expenditure, and source of funding.

Sub-Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	16.00	0.00	0.00	16.00	0.00	0.00	16.00	16.00
Personal Services	555,279	27,921	0	583,200	28,293	0	583,572	1,166,772
Operating Expenses	102,238	(963)	0	101,275	(997)	0	101,241	202,516
Total Costs	\$657,517	\$26,958	\$0	\$684,475	\$27,296	\$0	\$684,813	\$1,369,288
General Fund	657,517	26,958	0	684,475	27,296	0	684,813	1,369,288
Total Funds	\$657,517	\$26,958	\$0	\$684,475	\$27,296	\$0	\$684,813	\$1,369,288

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments									
-----Fiscal 2006-----					-----Fiscal 2007-----				
FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services				27,890					27,912
Vacancy Savings				(23,326)					(23,326)
Inflation/Deflation				(963)					(997)
Total Statewide Present Law Adjustments				\$3,601					\$3,589
DP 4 - Juvenile Corrections Division Overtime									
0.00	23,357	0	0	23,357	0.00	23,707	0	0	23,707
Total Other Present Law Adjustments									
0.00	\$23,357	\$0	\$0	\$23,357	0.00	\$23,707	\$0	\$0	\$23,707
Grand Total All Present Law Adjustments				\$26,958					\$27,296

DP 4 - Juvenile Corrections Division Overtime - The legislature approved an appropriation for overtime for personnel at the Riverside Youth Correctional Facility, the Pine Hills Youth Correctional Facility, and at the Great Falls Transition Center. Overtime is a zero-based budget item. These facilities are operational 24 hours per day and 365 days per year, and overtime is used to maintain staff coverage.

Sub-Program Details

PINE HILLS YOUTH CORRECTIONAL FACI 05

Pine Hills Youth Correctional Facility located in Miles City, houses male juvenile offenders. The operational capacity is 144 beds. The facility also provides residential sex offender and chemical dependency programs. The average daily population was 90 during FY 2004.

Sub-Program Legislative Budget

The following table summarizes the legislative budget proposal for this subprogram by year, type of expenditure, and source of funding.

Sub-Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	134.85	0.00	0.00	134.85	0.00	0.00	134.85	134.85
Personal Services	5,297,330	715,950	0	6,013,280	718,166	0	6,015,496	12,028,776
Operating Expenses	997,387	165,995	0	1,163,382	161,687	0	1,159,074	2,322,456
Equipment	5,350	0	0	5,350	0	0	5,350	10,700
Benefits & Claims	76,734	0	0	76,734	0	0	76,734	153,468
Total Costs	\$6,376,801	\$881,945	\$0	\$7,258,746	\$879,853	\$0	\$7,256,654	\$14,515,400
General Fund	5,888,038	686,004	0	6,574,042	683,912	0	6,571,950	13,145,992
State/Other Special	288,378	0	0	288,378	0	0	288,378	576,756
Federal Special	200,385	195,941	0	396,326	195,941	0	396,326	792,652
Total Funds	\$6,376,801	\$881,945	\$0	\$7,258,746	\$879,853	\$0	\$7,256,654	\$14,515,400

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments									
	Fiscal 2006					Fiscal 2007			
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Total Funds
Personal Services					608,471				606,592
Vacancy Savings					(236,237)				(236,158)
Inflation/Deflation					15,995				11,687
Total Statewide Present Law Adjustments					\$388,229				\$382,121
DP 4 - Juvenile Corrections Division Overtime	0.00	267,775	0	0	267,775	0.00	271,791	0	271,791
DP 10 - Restore Inmate Pay	0.00	30,000	0	0	30,000	0.00	30,000	0	30,000
DP 15 - Juvenile Federal Authority Request	0.00	0	0	195,941	195,941	0.00	0	0	195,941
Total Other Present Law Adjustments	0.00	\$297,775	\$0	\$195,941	\$493,716	0.00	\$301,791	\$0	\$497,732
Grand Total All Present Law Adjustments					\$881,945				\$879,853

DP 4 - Juvenile Corrections Division Overtime - The legislature approved an appropriation for overtime for personnel at the Riverside Youth Correctional Facility, the Pine Hills Youth Correctional Facility, and at the Great Falls Transition Center. Overtime is a zero-based budget item. These facilities are operational 24 hours per day and 365 days per year, and overtime is used to maintain staff coverage.

DP 10 - Restore Inmate Pay - The legislature approved funding for inmate pay, which is zero based, in the Restitution Program. The Restitution Program at Pine Hills Youth Correctional Facility currently operates with a combination of general fund money as well as income paid to juvenile offenders working with the Action For Eastern Montana's Youth Employment and Training Program (AEM). The focus of AEM has changed and the juvenile offenders at PHYCF can no longer rely on as many work spots as it has in the past. In order to maintain current level of victim restitution payments, additional general fund authority was added to replace the lost wages from AEM.

DP 15 - Juvenile Federal Authority Request - The legislature approved appropriation authority for annual federal grants that allow for the enhancement of education programs. These grants are from the Office of Public Instruction and include the Title I grant and the school foods grant for both Pine Hills and Riverside.

Sub-Program Details

JUVENILE PLACEMENT FUNDS 06

Juvenile Placement funds are used to place youth under the supervision of the Department of Corrections into private treatment facilities. Over 1,026 youth were served with juvenile placement funds in fiscal 2004. Each judicial district has a Youth Placement Committee which functions as a screening committee for all juvenile offenders referred to as “out of home” placements, and makes recommendations to the Youth Court as to the most appropriate and cost-effective placement. The juvenile placement funds are allocated to judicial districts. In addition, \$1.0 million is placed in a cost containment fund each year. The costs containment panel determines the distribution of those funds.

Sub-Program Legislative Budget

The following table summarizes the legislative budget proposal for this subprogram by year, type of expenditure, and source of funding.

Sub-Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
Operating Expenses	223,433	0	0	223,433	0	0	223,433	446,866
Benefits & Claims	5,995,342	0	1,770,304	7,765,646	0	1,770,304	7,765,646	15,531,292
Total Costs	\$6,218,775	\$0	\$1,770,304	\$7,989,079	\$0	\$1,770,304	\$7,989,079	\$15,978,158
General Fund	6,062,478	(20,134)	1,500,000	7,542,344	(20,134)	1,500,000	7,542,344	15,084,688
State/Other Special	128,005	20,134	270,304	418,443	20,134	270,304	418,443	836,886
Federal Special	28,292	0	0	28,292	0	0	28,292	56,584
Total Funds	\$6,218,775	\$0	\$1,770,304	\$7,989,079	\$0	\$1,770,304	\$7,989,079	\$15,978,158

New Proposals

New Proposals										
Sub Program	FTE	Fiscal 2006				FTE	Fiscal 2007			
		General Fund	State Special	Federal Special	Total Funds		General Fund	State Special	Federal Special	Total Funds
DP 310 - JDIP Funding										
06	0.00	1,500,000	0	0	1,500,000	0.00	1,500,000	0	0	1,500,000
DP 316 - Juvenile - Parental Contribution Authority										
06	0.00	0	270,304	0	270,304	0.00	0	270,304	0	270,304
Total	0.00	\$1,500,000	\$270,304	\$0	\$1,770,304*	0.00	\$1,500,000	\$270,304	\$0	\$1,770,304 *

DP 310 – Juvenile Delinquency Intervention Program Funding - The legislature approved a transfer of \$1,500,000 in each fiscal year of the biennium from secure facilities to juvenile corrections to restore past funding that was transferred from juvenile corrections to secure facilities to address shortfalls. This action was to restore the juvenile placement funds back to historical levels. The department noted that these funds were removed from the juvenile placement program by the department over time and used to pay for shortfalls in funding in secure facilities. The net impact is zero, as the secure custody facilities division includes a corresponding decrease.

DP 316 - Juvenile - Parental Contribution Authority - The legislature approved funding authority of \$270,304 in each fiscal year of the biennium in state special revenue to allow Juvenile Corrections to use the funding received from parental contributions towards the cost of care for adjudicated youths.